

## United States Department of the Interior BUREAU OF LAND MANAGEMENT Eastern States

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MAR 2 1 2018

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In Reply Refer to: 3120 (930 NVM) March 2018 Lease Sale



# CERTIFIED MAIL—RETURN RECEIPT REQUESTED

### **DECISION**

March 22, 2018

Competitive Oil and Gas

Lease Sale

# PROTEST DENIED

Between January 22 and February 20, 2018, the Bureau of Land Management (BLM) Eastern States Office (Eastern States) timely received protests filed on behalf of several parties (Protesters) disputing the inclusion of 2 Ohio<sup>1</sup> parcels (Ohio Parcels) in the BLM Eastern States March 22<sup>nd</sup>, 2018 Competitive Oil and Gas Lease Sale (March Lease Sale). The Bureau of Land Management (BLM) Eastern States Office (Eastern States) received 30 protest submissions. Seven submissions did not follow the directions included within the Sale Notice as to how to submit a valid protest. Therefore, out of the 30 protests only 23 were considered valid protests. For the reasons stated below, the protests are hereby denied.

## **BACKGROUND**

The Ohio Parcels were nominated for ESO's consideration for leasing by interested parties in accordance with 43 CFR §3120.3. Subject Parcels include unleased federal mineral estate administered by BLM, and within the jurisdiction of ESO and the Northeastern States District (NSD). Following ESO preliminary adjudication of ownership and availability of minerals, Subject Parcels were forwarded to the NSD for review of environmental concerns, including interdisciplinary analyses and field visits, in compliance with National Environmental Policy Act (NEPA) and BLM's national policy codified in BLM manuals, handbooks, and Instruction Memorandums.

When BLM seeks to issue oil and gas leases for acquired lands managed by the Forest Service (such as those in the Wayne National Forest), the Federal Onshore Oil and Gas Leasing Reform Act (FOOGLRA) requires consent and request for pertinent lease stipulations from the Forest Service prior to leasing (30 U.S.C. § 226(h)). Accordingly, NSD's review included a request for Forest Service inspection of the proposed parcels and consent to ensure leasing of the parcels would be in conformance with the applicable Forest Plan decisions, and the receipt of consent to offer the described parcels, as further discussed below.

<sup>&</sup>lt;sup>1</sup>OHES059251, OHES 059252

### National Environmental Policy Act Analysis

In compliance with NEPA, BLM undertook an environmental analysis to determine whether oil and gas leasing within 40,000 acres of the Marietta Unit, Wayne National Forest could occur with no significant environmental impact, or if a more in depth environmental impact statement (EIS) would be required prior to offering of Subject Parcels. The NSD conducted site visits on October 26 and 27, 2015 within portions of the Marietta Unit, and consulted with the Forest Service and all applicable federal and state agencies during preparation of the NEPA document: Environmental Assessment DOI-BLM-Eastern States-0030-2016-0002-EA, Oil and Gas Leasing, Wayne National Forest, Marietta Unit of the Athens Ranger District (Marietta EA).

Eastern States, NSD, and Forest Service also conducted a series of public meetings. Beginning on November 1, 2015, public notices regarding these meetings appeared in local newspapers, including the Marietta Times, Athens Messenger, and the Ironton Tribune, for two consecutive weeks. The BLM also issued a press release to other news outlets on November 2, 2015, notifying the public of dates, times, and locations of the public meetings. Public meetings were held on November 17, 2015 in Marietta, November 18, 2015 in Athens, and November 19, 2015 in Ironton. The primary purpose for these public meetings was to provide information and gather public input regarding issues that the BLM should consider in this Marietta EA. At each meeting, the BLM and the Forest Service provided information regarding proposed oil and gas leasing activities throughout the Wayne NF, displayed maps showing locations of nominated parcels for proposed leasing and posters detailing the administrative processes associated with Expressions of Interest (EOIs), leasing & NEPA, and answered other inquiries regarding the project.

The Marietta EA is in conformance with the 2006 Final Revised Land and Resource Management Plan, Wayne National Forest and the 2012 Supplemental Information Report (2012 SIR) on oil and gas prepared by the Forest Service in coordination with the BLM. The Marietta EA incorporates by reference the relevant information from the 2006 Forest Plan, Final Environmental Impact Statement and the 2012 SIR, in accordance with 40 CFR 1502.21.

Through the analysis in the Marietta EA, the NSD determined whether the proposed parcels were appropriate for leasing and what mitigation measures (stipulations) should be applied to the leases for the protection of natural and cultural resources. In so doing, the NSD determined whether the 2006 FP/FEIS and 2012 SIR evaluation of various resource values, potential impacts to those resources, and appropriate mitigation measures to prevent potential impacts met the standards to be relied upon as a basis for the proposed decision. On October 14, 2016, a FONSI was signed by the NSD District Manager documenting BLM's determination that oil and gas development may occur without significant impact, and thus, an EIS is not required to offer Subject Parcels for lease.

### Protesters' Standing

None of the protesters have provided to the BLM "colorable allegations of an adverse effect, supported by specific facts, set forth in an affidavit, declaration, or other statement of an affected individual, sufficient to establish a causal relationship between the approved action and the injury alleged" (183 IBLA 97, 107). Therefore the protesters allegations of all adverse effects are general claims of use of the Wayne National Forest. Nonetheless, given the BLM's directions to the public in the Sale Notice regarding submittal of protests, and the lack of specific agency guidance for adjudicating when an individual or group may have standing to protest lease parcels, the BLM has decided to provide more information about the specific concerns of the Protesters. However, the BLM does so with the reservation that the Protesters may not have standing to bring an appeal of this protest decision to the IBLA.

#### **DISCUSSION**

The Protesters presented several statements as to why they felt the draft Marietta EA may have been inadequate or lacking. Their statements included concerns such as: Clean Air Act, cumulative impacts, outdated Forest Plan, water quality, water withdrawals, water disposal and injection, impacts of opening up private minerals & private surface development, air quality, noise & traffic, recreation, wildlife/T&E, hydraulic fracturing, leaks & spills, public health, seismic risk, climate change, cultural resources, not doing an EIS, not enough analysis/EA, forest clearing/impacts to vegetation, and that the March 2018 Oil and Gas Lease Sale is allegedly against the Forest Plan. However, the BLM feels it addressed these concerns in its Marietta EA by including mitigation, best management practices and respective stipulations from both the Forest Service and the BLM itself, in case a leasing parcel or parcels does lead to oil and gas exploration and development in the future:

### Clean Air Act

The Protesters argue that the EA fails to demonstrate conformity with the Clean Air Act within and near the nominated WNF parcels.

Sections 3.2 and 4.2 in the Marietta EA discuss the potential sources of air emissions associated with reasonably foreseeable future oil and gas development in the Marietta Unit as well as the potential effects of those emissions. For example, Section 4.2.1 of the EA discloses that there are various sources of air emissions from potential mineral development, including VOCs, methane, fugitive emissions, and emissions associated with hydraulic fracturing. As stated in Section 4.3.8.1 (Federally endangered or threatened species), the Forest Service would require the use of closed-loop systems (i.e., tanks instead of open pits); however, evaporation pits may be used on private land in compliance with Ohio regulations. The air quality analysis in the Marietta EA include

quantified estimates of potential air emissions from the production and pre-production phase of potential oil and gas development. The climate change sections of the EA (Sections 3.2.5 and 4.2.3) also include a quantification of potential greenhouse gas emissions associated with potential future mineral development and how it relates to climate change. Section 4.2.4 of the EA includes a list of best management practices, standard operating procedures, and mitigations for minimizing air emissions. Operators are required to ensure their actions do not violate any federal or state air quality standards. As the Interior Board of Land Appeals (IBLA) determined in Powder River Basin Resource Council, 183 IBLA 83, 95 (December 21, 2012), "BLM properly may rely on the state, which is subject to oversight by the USEPA, to ensure permitted activities do not exceed or violate any State or Federal air quality standard under the Clean Air Act (CAA)." Section 3.2.1 of the Final EA explains the various Ohio laws implementing the CAA. The BLM has taken the requisite "hard look" at air quality in compliance with NEPA, utilizing data that is available at the leasing stage. Further detailed NEPA analysis, including air quality analysis, would be conducted at the Application for Permit to Drill (APD) stage when specific design details are known.

Therefore, the Protesters' argument that BLM failed to demonstrate conformity with the Clean Air Act within and near the nominated WNF parcels is denied.

## Cumulative Impacts

The Protesters argue that the EA fails to address forest-wide, site specific, and cumulative effects within and near the nominated WNF. However, the Marietta EA adequately included all known projects into its cumulative analysis. For this the Marietta EA used all available knowledge of projects disclosing them as follows (Page 121):

- Approval of an electric line that crosses 600 feet of NFS lands, 2009;
- Habitat improvement for yellow-fringed orchid on 38.5 acres using a variety of mechanical and chemical treatments and minor construction activities, 2010;
- Approval of three oil and gas wells, 2010;
- Renewal of two miles of electric pipeline permits, ranging in width from 15 to 80 feet, 2010
- Renewal of 61 acres of hay and row-crop cultivation and 114 acres of grazing, most of which is in river corridor management area, 2010;
- Renewal of permits for 3,300 feet of road access, 2010;
- Mechanical treatments on managed openings, 2011;
- Habitat management, including 564 acres of early successional habitat creation, 432 acres of alleged stands using single-tree and group selection, and 870 acres of prescribed burning, 2011;
- Approval of an Application for Permit to drill a vertical oil and gas well on a 0.74-acre pad with a 250-foot access road, 2013;
- Plugging and abandonment of six orphaned wells, 2014;
- 4.4-mile expansion of Kinderhook equestrian trail, 2015; and
- Approval of a 150-foot-by-10-foot ATV trail to service an oil and gas well, 2015.

In addition to the projects listed above, the cumulative effects analysis also considers recent past, ongoing, and reasonably foreseeable mineral development (private and federal) within the Marietta Unit. As of 2015, there were 285 federal wells in Washington County, 117 federal wells in Monroe County, and none in Noble County. There were a total of 790 active wells on private lands in the Wayne National Forest.

Also, pipelines and other infrastructure on the parcels would require surface development, which would not occur until the Application for Permit to Drill has been submitted. Any additional Conditions of Approval (COAs) can be added at this time as the Marietta EA states on Page 125: Despite the potential for cumulative effects...reclamation and other stipulations and best management practices, as described earlier in this EA, would help to minimize the potential for significant adverse cumulative effects...Additional protections may be applied at the APD stage.

Therefore, the Protesters' argument that BLM failed to account for cumulative impacts are denied.

#### Outdated Forest Plan

The BLM adequately uses the 2006 FS ROD because, even though it did not initially incorporate industrial horizontal drilling and hydraulic fracturing methods, a 2012 Supplemental Information Report (SIR) was conducted in order to determine if the new method represented a significant change from the vertical method explored previously. The 2012 report, which was incorporated to the Final EA, concluded that no further analysis was necessary and this is clearly stated in the Final EA (Page 173):

The 2012 SIR was completed to determine if the 2006 Forest Plan/EIS needed to be updated in light of new information regarding hydraulic fracturing. The Forest Service determined that the potential effects associated with hydraulic fracturing and horizontal drilling were not significantly different from those of vertical drilling and that the mitigation measures in place for vertical drilling would suffice for horizontal drilling/hydraulic fracturing

## Water Quality

The Marietta EA adequately analyzes the current state, and potential impacts, on water resources related to the proposed action. The Marietta EA states (Page 105):

While the act of leasing federal minerals would produce no impacts to surface water quality, subsequent exploration and development of the lease parcels have the potential to produce impacts. The potential effects to surface water from reasonably foreseeable mineral development include sediment loading of stream channels due to the erosion associated with site development or operational transport and introduction of pollutants, toxic chemicals, sediment or debris, via spills and releases to surface water from oil/produced water treatment, storage tanks, handling and sanitary facilities or oil/produced water transportation mediums (trucks or pipelines).

Specifically, the Marietta EA addresses concerns regarding withdrawals of water for oil and gas operations (Page 106):

The BLM and Forest Service would not approve water withdrawals that would draw down a surface waterbody to the extent that aquatic life would be measurably adversely impacted, for example, by dewatering a stream enough to entrap fish or expose mussels to dry conditions in a stream that would normally have perennial flow.

As to local aquifers and groundwater, the Marietta EA states (Page 106):

Local aquifers (within the Marietta Unit) do not yield sufficient water to support industrial activities within the Marietta Unit. Therefore, the likelihood that the proposed leasing action and potential future mineral development would affect groundwater quantity is negligible.

However, the Marietta EA does acknowledge potential environmental concerns to water resources, as well as mitigating measures (Page 106):

Future mineral development activities would pose some risk of accidental spills of drilling fluids, produced water, and other chemicals (see also Section 4.7, Wastes, Hazardous or Solid). This risk would be minimized by the requirement, described in the 2012 SIR, for operators to use tanks, instead of open pits, to hold all fluids other than fresh water... The only areas where a spill would pose an unacceptable risk to groundwater quality are designated wellhead protection areas or certain locations within the Ohio River and Little Muskingum River floodplains (Thompson, 2012). Other locations throughout the Marietta Unit tend to have low groundwater pollution potential due to low hydraulic conductivity and depths of groundwater (around 200 feet or less from the surface). Drilling to a production zone that is below a potable water-bearing formation poses the risk of allowing brine and other chemicals to migrate up into a potable water zone. This risk is mitigated in federal wells by casing and cementing requirements in Onshore Oil and Gas Order Number 2.

#### Water Withdrawals

The Marietta EA adequately analyzes the current state, and potential impacts, on water withdrawals related to the proposed action. The Marietta EA states (Page 63):

Because of the low production rates of groundwater, it is not likely that a proposal would ever be made to utilize groundwater from the WNF for HVHF. Nevertheless, a Forestwide guideline directs the WNF to control the withdrawal of water.

In addition, the BLM states the following (Page 106):

The BLM and Forest Service would not approve water withdrawals that would draw down a surface waterbody to the extent that aquatic life would be measurably adversely impacted, for example, by dewatering a stream enough to entrap fish or expose mussels to dry conditions in a stream that would normally have perennial flow.

BLM does recognize that, as an agency, its federal authority has some limitations for minerals developed over private surface. However, the EA discloses the state regulations that would oversee this activity, while providing more detailed information in Appendix C of the EA (Page 200-201):

ODNR, Division of Soil and Water Resources (ODNR-DSWR) provides oversight for any instate water withdrawals for oil and gas operations. ORC Section 1521.16 requires registration of a water withdrawal facility, or combination of facilities, capable of withdrawing water at greater than 100,000 gallons of water per day. This registration requirement is triggered by capability of withdrawal, not actual withdrawal. Ohio has also enacted other specific measures to reduce effects of water withdrawals for the purpose of oil and gas operations. For example, the Great Lakes-St. Lawrence River Basin Water Resources Compact (Great Lakes Compact) is a binding agreement prohibiting any new or increased diversions of any amount of water out of the Lake Erie Basin. OEPA regulates water withdrawals for oil and gas operations from

other public water supplies according to the requirements found in OAC 3745-95. These requirements mainly address containment devices to prevent backflow. As discussed above, USACE 404 and OEPA-DSW 401 authorizations may be required for pipe construction impacting waterways. Water withdrawals from other sources must be reported to ODNR, and are handled on case-by-case basis.

## Water Disposal & Injection Wells

The Marietta EA adequately analyzes the current state, and potential impacts, on water disposals & injection wells related to the proposed action. The Marietta EA states (Page 65):

Any wastewater that originates from oil and gas operations would be considered non-federal and so disposal would not be allowed on Wayne National Forest lands (including the roads under jurisdiction of the WNF).

In addition, Onshore Oil and Gas Orders are a way in which BLM implements and supplements the oil and gas regulations found at 43 CFR 3160 for conducting oil and gas operations on federal lands, particularly at the APD stage. Order No. 7 - Disposal of Produced Waters: This Order provides the methods and approvals necessary to dispose of produced water associated with oil and gas operations.

BLM does recognize that, as an agency, its federal authority has some limitations for minerals developed over private surface. However, the EA discloses the state regulations that would oversee this activity, while providing more detailed information in Appendix C of the EA (Page 65):

The Ohio Revised Code only allows for four different disposal methods of fluids associated with oil and gas operations: injection, surface application (on roads only, and only when permitted by the authority with jurisdiction over the road), enhanced recovery (reuse of the fluids in other wells) or other methods to test new technologies and methodologies (ORC 1509.22(C)(1)).

# Impacts of opening up private minerals & private surface development

Protesters argue that "leasing federal minerals would open up substantial private minerals and private surface for development, and is geared towards that end, but BLM failed to clearly disclose these effects". However, BLM addresses the potential opening up private minerals for oil and gas development throughout the Marietta EA. The Marietta EA states (Page 121):

Leasing federal minerals within the Marietta Unit may lead to additional future mineral development on private land and private minerals within the area. Although federal oversight of mineral development on federal land/federal minerals is more stringent than on private land/private minerals, there are numerous state laws and regulations in place. Appendix C of this EA summarizes the laws and regulations that govern mineral development activities on private land in Ohio.

Also, the Marietta EA describes the inclusion of private mineral development analysis in the Reasonable Foreseeable Development Scenario RFDS (Page 24):

...this EA analysis covers the potential impacts of future oil and gas development on both the Forest Service lands and on adjacent private lands within the Marietta Unit to allow for

maximum NEPA flexibility and coverage in case conditions should change in the future.

Furthermore, the Marietta EA explicitly states that existing private development is considered in the cumulative analysis (Page 121):

...the cumulative effects analysis also considers recent past, ongoing, and reasonably foreseeable mineral development (private and federal) within the Marietta Unit. As of 2015, there were 285 federal wells in Washington County, 117 federal wells in Monroe County, and none in Noble County. There were a total of 790 active wells on private lands in the Wayne National Forest.

Addressing concerns about potential environmental impact of private development, the Marietta EA states (Page 26):

...if some development were to occur on privately owned surface federal and state regulation do exist in order to address any potential concerns regarding contamination or spills (see Section 3.8, Public Health and Safety). For example, the Onshore Oil and Gas Orders implement and supplement the oil and gas regulations found at 43 CFR 3160 for conducting oil and gas operations related to federal minerals, even if they are accessed from private surface.

Furthermore, the Marietta EA responds to comments regarding private development as indicated in the Public Comment Matrix (Appendix A, Page 161), and further elaborated upon in Appendix C (Page 195).

## Air Quality and Climate Change

The Marietta EA adequately address potential environmental impacts to air quality. As to the ability to identify site-specific air quality concerns, the Marietta EA states (Page 94):

Further NEPA analysis would be conducted at the [Application for Permit to Drill (APD)] stage, when specific development details with which to analyze potential GHG emissions are likely to be known.

The Marietta EA establish the following mitigating measures for potential impacts to air quality identified during the APD stage (Page 95):

The BLM encourages industry to incorporate and implement BMPs to reduce impacts to air quality through reduction of emissions, surface disturbances, and dust from field production and operations...Additionally, the BLM encourages oil and natural gas companies to adopt proven, cost-effective technologies and practices that improve operational efficiency and reduce natural gas emissions. In October 2012, USEPA promulgated air quality regulations for completion of hydraulically fractured gas wells (USEPA, 2015b). These rules required air pollution mitigation measures that reduced the emissions of volatile organic compounds during gas well completions. Mitigation included utilizing a process known as a "green" completion in which natural gas brought up during flowback is captured in tanks rather than in open fluid pits. Among other measures to reduce emissions include the USEPA's Natural Gas STAR program. The USEPA U.S. inventory data shows that industry's implementation of BMPs proposed by the program has reduced emissions from oil and gas exploration and development (USEPA, 2016i).

The Marietta EA adequately addresses climate change and emissions and includes quantitative analyses of greenhouse gases (GHG) impacts. Best available science was used to approach the greenhouse gas emissions calculation for the Marietta EA: "Life cycle greenhouse gas emissions of Marcellus shale gas (and associated supplementary data) (Jiang et al., 2011) was used as the basis for estimating GHG emissions from the preproduction phase of potential oil and gas development in the Marietta Unit" (Page 86). As it relates to Ohio, the Marietta EA states that: "Ohio's Natural Gas and Crude Oil Exploration and Production Industry and Emerging Utica Gas Formation Economic Impact Study estimated that the average amount of natural gas per the life of a natural gas well is 5 billion cubic feet (bcf) (Kleinhenz & Associates 2011)" (Page 90). "Using...U.S. EPA combustion emission factors for natural gas (see Appendix E) allowed BLM to compare combustion emissions to those calculated for this EA" (Page 93).

The Marietta EA also discloses calculation assumptions (Page 86):

Disturbance for wellpad approximately 5 acres, approximately 6 wells per wellpad (per the 2006 RFDS), approximately 25 years for the lifetime of a well, use of horizontal drilling and hydraulic fracturing.

Based on the location of the proposed lease, geological formations, and similar construction techniques that would be used if future production was to occur in the Marietta Unit, the preproduction data gleaned from Jiang et al., 2011, is applicable to possible foreseeable mineral development within the Wayne National Forest.

As to post-production impacts, the Marietta EA states (Page 89):

...emissions associated with the post-production phase of development were calculated based on reasonable assumptions and standard emissions factors. Mean emission factors used in this EA for production of natural gas, processing, transmission and storage, distribution, and combustion were provided by Venkatesh et.al. (2011).

The uncertainties regarding development are also discussed in the Marietta EA (Page 94

There are many factors that affect the potential for GHG emissions estimates at the leasing stage: a lease may not be purchased, so no GHG emissions would be expected; a lease may be purchased but never explored, so again there would be no GHG emissions; a lease may be purchased and an exploratory well drilled that showed no development potential, so minimal GHG emissions would occur; or a lease may be purchased, explored, and developed. If developed there are notable differences in the potential for emissions related to a wide variety of variables, including the production potential of the well, economic considerations, regulatory considerations, and operator dynamics, to name a few.

The methodology was included step by step within the Marietta EA in pages 90-92.

### Noise & Traffic

The Marietta EA adequately addresses solutions for noise from possible future oil and gas development. As to mitigating measures for potential impacts to noise resources, the Marietta EA states (Page 114):

There are various measures that can be used to minimize the potential impacts of noise, such as using mufflers on equipment, taking advantage of topography when siting roads and other facilities, and using sound barriers. In addition, various notifications and stipulations may apply for noise control, for example, to coincide with periods when impacts to wildlife species would be the lowest, or to utilize specific noise dampening technologies. Also, the WNF can include measures related to muffling of noise if the well site is located in close proximity to private homes and/or populated areas or to or their habitat. Furthermore, the WNF can strive to schedule mechanized activities along travel ways, use areas, and water bodies to occur during low-use periods to alleviate noise and visual impacts.

The Marietta EA adequately addresses solutions for traffic from possible future oil and gas development. As to mitigating measures for potential impacts to traffic, the Marietta EA states (Page 111):

Although future mineral development would result in some impacts to the existing transportation network, adhering to required federal, state, and local laws and regulations (such as speed limits and safety standards for operating heavy vehicles) would minimize potential roadway and traffic impacts in the Marietta Unit. The Forest Service also addresses infrastructure activities and mitigations relating to traffic and roads from the oil and gas development in the 2006 Forest Plan and EIS and 2012 SIR (see page 77 in U.S. Forest Service, 2012).

#### Recreation

The Marietta EA adequately addresses solutions for recreation from possible future oil and gas development. As to mitigating measures to potential impacts on noise resources (Page 113):

If future development occurs, the BLM, in consultation with the Ohio DNR, WNF, operators, and other parties, would seek to minimize auditory or visual impacts on recreational resources through simple, reasonable measures, such as restricting construction to certain times of year or requiring the preservation of plants that provide visual screening.

## Wildlife/Threatened and Endangered Species

The Marietta EA adequately addresses wildlife and special status species. The Marietta EA states that there are no documented hibernacula for the Indiana bat within the Marietta Unit in Ohio (Page 48):

The WNF contains one documented hibernaculum, and it is not on the Marietta Unit...the Athens and Ironton Units most likely contain the most heavily concentrated populations of Indiana bat, based on thorough surveys conducted previously throughout the WNF by the USFWS.

For the Northern Long Eared Bat the Marietta EA clearly uses the 4(d) rule of the USFWS which states that in areas of the bat's range that may be affected by white-nose syndrome, incidental take caused by some tree removal and tree-clearing activities, does not need to be prohibited to conserve

the northern long-eared bat when conservation measures that protect the bat's most vulnerable life stages are taken (Page 100):

The Forest Service activities fall under the 4(d) rule that exempts incidental take of northern long-eared bat, provided those activities adhere to certain, basic conservation measures to protect hibernacula and roost trees.

For Aquatic Species such as mussels the Marietta EA states (Page 49):

Fanshell and pink mucket pearlymussel are not documented anywhere on the WNF... Sheepnose and snuffbox may be present on waterways within the WNF and were not included in the 2005 BO, but the USFWS concurred with the Forest Service that the 2012 SIR did not need any update regarding these species because neither of these species would be affected by oil and gas activities on the national forest.

### Hydraulic Fracturing

As described in the EA, there are numerous mechanisms in place to minimize potential adverse effects. Additional analysis would be conducted at the APD stage with regard to hydraulic fracturing, impacts to water resources, and public health and safety associated with oil and gas development in the Marietta Unit. The Marietta EA adequately addresses hydraulic fracturing, associated wastes and potential public health implications (Page 185):

The analysis is in accordance with the U.S. EPA June 2015 report "Assessment of the Potential Impacts of Hydraulic Fracturing for Oil and Gas on Drinking Water Resources" which states 'From our assessment, we conclude there are above and below ground mechanisms by which hydraulic fracturing activities have the potential to impact drinking water resources. These mechanisms include water withdrawals in times of, or in areas with, low water availability; spill of hydraulic fracturing fluids and produced water; fracturing directly into underground drinking water resources; below ground migration of liquids and gases; and inadequate treatment and discharge of wastewater. The BLM did not find evidence that these mechanisms have led to widespread, systemic impacts on drinking water resources in the United States. Of the potential mechanisms identified in this report, we found specific instances where one or more mechanisms led to impacts on drinking water resources, including contamination of drinking water wells. The number of identified cases, however, was small compared to the number of hydraulically fractured wells.

#### Leaks & Spills

The Marietta EA adequately addresses leaks and spills. The Marietta EA states that the Forest Service requires operators to "conduct activities and maintain equipment to prevent the discharge of oil or brine onto the ground or into surface waters" (page 105).

As to mitigating measures for potential impacts related to leaks and spills, the Marietta EA states (Page 106):

This risk would be minimized by the requirement, described in the 2012 SIR, for operators to use tanks, instead of open pits, to hold all fluids other than fresh water. Since tanks are smaller than typical open pits, a spill from a tank would produce less of a hazard than an accidental discharge from a pit.

In addition, operators would prepare a Spill Prevention, Control, and Countermeasure (SPCC) plan to ensure hazardous and non-hazardous substances are properly managed, which is disclosed in detail in Appendix C of the EA (Page 202):

As stated, Ohio does not allow long term storage of production or waste from oil and gas operations. However, USEPA places the following requirement when an operator's total above ground storage capacity exceeds 1,320 gallons or more: (1) provide adequate secondary containment for storage and transfer areas to contain releases; and (2) preparing a written SPCC plan. The trigger for these requirements to be implemented is the storage capacity, not the actual amount stored. ORC 3745.50 requires reporting of spills or releases of petroleum products to local state and/or federal authorities if exceeding reportable quantities. Reportable quantities include any amount of petroleum that causes a film/sheen on a waterway, or any spill or release to the environment (not contained on the spiller's property) of 25 gallons or more. Reporting is encouraged if the amount is unknown.

### Public Health

The Marietta EA adequately addresses human health and safety in relation to fracking in Sections 3.8 & 4.8. Eastern States recognizes the public's concern regarding health issues related to possible future hydraulic fracturing, and therefore decided to compile a new section addressing this topic. The Marietta EA states (Pages 109-110):

There would be no direct impacts to public health and safety from leasing, since leasing is an administrative action...BLM acknowledges that if the leasing area was to be developed in the future, environmental hazards of...oil and gas may produce some effects to public health or safety if not properly managed...communities or workforce residing or working near the potential development sites may be at higher risk for accidental spills, fugitive emissions or releases of gas from a future well bore. The level of effect would depend on the product released or spilled, level of activity, density of development, technological and safety controls/regulations in place, and the receptors' susceptibility to risk.

As of 2014, most studies addressing the public health implications of oil and gas development have been either predictive and/or descriptive hypothesis generating. The few analytic studies are preliminary and do not provide enough evidence to conclusively determine if oil and gas operations directly result in health effects in nearby populations. Existing studies have provided evidence that hazards are inherently present in and around oil and gas operations and populations can be exposed to these hazards if safety measures are not implemented. People living near oil and gas operations have reported that oil and gas operations affect their health and quality of life, particularly through traffic accidents, air and water pollution, and social disruption expressed as psychosocial stress (University of Colorado at Boulder, 2015). Some short term health effects reported by people living near oil and gas operations include irritation of the eyes, nose, throat, lungs or skin, or other symptoms like headache, dizziness or nausea and vomiting. Some also report sleep disturbance or anxiety associated with noise or light effects from mineral development activities. There is very little information about long term health effects in people living near oil and gas operations.

.... Numerous scientific studies have linked air pollution to a variety of health problems including: (1) respiratory and cardiovascular disease, (2) decreased lung function, (3) increased frequency and severity of respiratory symptoms such as difficulty breathing and coughing, (4) increased susceptibility to respiratory infections, (5) effects on the nervous system, including the brain, such as IQ loss and impacts on learning, memory, and behavior, (6) cancer, and (7) premature death. Sensitive individuals or those at high risk appear to be at even greater risk for air pollution-related health effects, for example, those with pre-existing heart and lung diseases (e.g., heart failure/ischemic heart disease, asthma, emphysema, and chronic bronchitis), diabetics, older adults, and children. Future mineral development operations within the Marietta Unit that would violate a state and/or federal air quality standard would not be approved.

#### Seismic Risk

The Marietta EA adequately addresses seismic risks and other geological hazards. Seismic risks are identified and as discussed as follows (Page 103):

...potential geologic hazards may result from future development and production operations. Induced seismic activity, seismic events attributable to human activities, may include landslides or earthquakes. Landslides involve the mass movement of earth materials down slopes and can include debris flows, soil creep and slumping of large blocks of material. Earthquakes occur when energy is released due to blocks of the earth's crust moving along areas of weakness of faults.

The Marietta EA also cites the best available science in regards to the source of possible geologic hazards (Page 103):

A study conducted by the National Academy of Sciences examined the issue of induced seismic activity from energy development. As a result of the study, they found that: (1) the process of hydraulic fracturing a well as presently implemented for shale gas recovery does not pose a high risk for inducing felt seismic events; and (2) injection for disposal of wastewater derived from energy technologies into the subsurface does pose some risk for induced seismicity, but very few events have been documented over the past several decades relative to the large number of disposal wells in operation (National Academy of Sciences, 2012).

On April 11, 2012, the Deputy Secretary of the United States Department of the Interior, David Hayes, stated that scientists have been investigating the recent increase in the number of earthquakes in the United States to determine whether there is scientific evidence of a link between unconventional oil and gas production and seismic activity. The preliminary findings did not suggest that HF caused the increased rate of earthquakes. Instead, "at some locations the increase in seismicity coincides[d] with the injection of wastewater in deep disposal wells" (Hayes, D. J., 2012).

The Marietta EA discusses the mitigating measures that will negate these seismic concerns (Page 55):

To ensure that oil and gas exploration and development is conducted in a safe and environmentally sound manner, the BLM approves and regulates all drilling and completion operations, and related surface disturbance on federal public lands. Prior to approving a Notice of Intent for Geophysical Exploration (NOI) or APD, the BLM identifies all potential subsurface formations that may be penetrated by the wellbore. This includes all groundwater aquifers and any geologic ones that would present potential safety or health risks that may need special protection during drilling. Once the geologic analysis is completed, the BLM reviews the proposed casing and cementing programs to ensure the well construction design is adequate to protect the surface and subsurface environment, including the potential risks identified by the geologist and all known or anticipated zones with potential risks.

The Marietta EA also discloses how the state of Ohio ensures additional protection against seismic risks (Page 104):

The ODNR now requires operators drilling within three miles of a known fault or area of seismic activity greater than 2.0 to install seismometers. If seismic activity above 1.0 is detected, work must pause while the seismic activity is investigated, and work must stop if the investigation reveals a probable connection to the drilling operation. This regulation would affect drilling primarily in the southern half of the Marietta Unit, since the known and inferred faults and seismic areas are generally in Washington County or near the Washington-Monroe County line (Ohio Department of Natural Resources, 2014)

#### **Cultural Resources**

The Marietta EA adequately addresses cultural resources, and is consistent with all required policy and regulation. The Marietta EA states (Page 114):

There would be no direct impacts to cultural resources/paleontology as a result of leasing as there would be no surface disturbance at this stage. Direct and indirect impacts from reasonably foreseeable future oil and gas development may occur to cultural resources if there is ground disturbance. Any known archeological sites within the leasing area, however, would be avoided and declared NSO to the extent possible in accordance with BLM and Forest Service policy. If development is proposed, the Forest Service, as the surface land manager, would conduct site-specific Section 106 compliance measures including surveys, records search, and the appropriate Tribal and SHPO consultation prior to any ground disturbing activities.

The BLM initiated consultation with the Ohio SHPO under Section 106 of the NHPA, by letter dated November 16, 2015; to date, the SHPO has not responded to the letter, indicating that they have found no adverse effects on historic properties within the scope of the Proposed Action. Further consultation will take place at the APD phase prior to ground disturbing activities.

#### Not doing an EIS

Eastern States has satisfied the National Environmental Policy Act (NEPA) requirements analyzing impacts of oil and gas operations necessary prior to offering the Ohio Parcels. In addition, under NEPA an EA may be relied upon without any further environmental analysis when the EA's analysis show that no significant impacts to environmental resources would occur. A

finding of no significant impact does not require that no impacts are identified, rather, no impact may result from adequate regulations and mitigation measures that negate any potential significant impact. The Marietta EA contains adequate mitigating measures to any potential impacts. Therefore BLM can determine based on the analysis included throughout the EA that significant environmental impact would not occur.

### Not enough analysis/EA

Agencies should avoid preparing lengthy EAs except in unusual cases, where a proposal is so complex that a concise document cannot meet the goals of Section 1508.9 and where it is extremely difficult to determine whether the proposal could have significant environmental effects. Leasing is an administrative action and would not have any direct effects on the proposed area. However, potential impacts are expected if the leases are bid on and developed and those were disclosed and discussed in the Marietta EA.

### Forest Clearing / Impacts to Vegetation

Protesters argue that the BLM failed to address forest clearing and impacts to vegetation. However, BLM addresses this topic throughout the Marietta EA. The Marietta EA states:

...the regulations enforced by the BLM and ODNR and measures prescribed by the 2006 Forest Plan reduce impacts from land clearing and other activities that may impact wildlife habitat and populations... (Page 96)

...vegetation loss associated with potential future oil and gas development would not be expected to adversely affect the sustainability of oak-hickory forest areas in the Marietta Unit overall. (Page 98)

Since the Marietta Unit contains less abundant grassland habitat than the rest of the forest, and since most management areas are managed to include some component of open habitat, it is possible that the Forest Service may choose to have a cleared area restored with grassland species even if it is originally woodland, which would assist in the Forest Service in obtaining its desired component of open habitat. Stipulation #14 enables the Forest Service to protect managed openings. (Page 99)

While vegetation loss from future development would occur, no unique habitat or ecosystems would be lost due to this action. (Page 133)

## "March 2018 Oil and Gas Lease Sale against the Forest Plan"

The protesters argue that the March 2018 Oil and Gas Lease Sale is against the Forest Plan. However, the BLM received Forest Service consent to lease the March 2018 parcels.

#### DECISION

After a careful review, it has been determined that all of the protested Lease Sale Parcels described in the March Sale Notice may be offered at the March Lease Sale. The protests to all Lease Sale Parcels are denied for the reasons described above.

You may appeal this decision to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the attached Form 1842-1 (Attachment 2). If you file an appeal, your notice of appeal must be filed in the BLM Eastern States Office, 20 M Street SE, Suite 950 Washington, D.C. 20003, within 30 days from receipt of this decision. You have the burden of showing that the decision appealed from is in error.

If you wish to file a petition (pursuant to regulation 43 CFR 4.21) (request) for a stay (suspension) of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of the notice of appeal and petition for a stay must also be submitted to each party named in this decision and to the Interior Board of Land Appeals and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

## Standard for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

- (1) The relative harm to the parties if the stay is granted or denied,
- (2) The likelihood of the appellant's success on the merits,
- (3) The likelihood of immediate and irreparable harm if the stay is not granted, and
- (4) Whether the public interest favors granting the stay.

Please contact Elena Fink (Deputy State Director, Natural Resources) at (202) 912-7730 or Nicole Virella (Planning & Environmental Specialist) at (202) 912-7739 with any further questions or concerns.

Mitch Leverette
Acting State Director

Withell Levertte